1	underground coming off below that cutout.
2	Q And that's - and between the GPC conductor
3	bracket and the top of the riser shield, there's a
4	thick cable going up to another item; can you tell me
5	what that is?
6	A The thick cable goes up to what is called
7	a pothead, and then that ties into the bottom of a
8	fuse.
9	Q And then it carries on up. There is
LO	another wire carrying from the top of the fuse up to
1	the primary that's on the top of the pole?
L2	A That's called a primary riser.
L3	Q Okay. Is this configuring the pole in
L4	this manner, is this something that is done specially
L5	for Gulf? Or if there was no communications company
L6	bracket there, would you configure it differently,
L7	with or without a riser shield?
L8	A We would install a riser shield
L9	regardless.
20	Q Regardless. And you would install a fuse,
21	regardless, is that right? That has nothing to do
22	with the presence of the communications cable?
	l

7	A That's correct.
2	Q And if you recall before when we were
3	looking at the arresters, you would install a
4	lightning arrester whether or not there was a
5	communications cable on any particular pole; is that
6	right?
7	A That's correct.
8	Q And as far as the ground is concerned, the
9	grounding wire, the rod that runs down the pole, if
10	there was no communications cable on a particular
11	pole, you would ground regardless of that right; it's
12	not dependent on a communications cable?
13	A That's correct.
14	Q Go on to plate C-9.
15	JUDGE SIPPEL: These are all part of Gulf
16	Power Exhibit 12?
17	MR. SEIVER: Yes, Your Honor. I guess I
18	should add that in every now and then for the record.
19	BY MR. SEIVER:
20	Q On plate C-9, this looks to be a little
21	bit more complicated. It's showing primaries at the
22	top, and then the top two wires are parts of the
1	

1	primary service; is that right?
2	A Yes.
3	Q And then below that it looks like a
4	somewhat wound set of wires. Is that the triplex? Or
5	secondary?
6	A Yes.
7	Q And that has a sag, or a loop, underneath.
8	Is that you said a one-spool rack?
9	A Yes.
10	Q And then there is - are those splices or
11	connectors coming off the triplex that go into the
12	weatherhead on the pole there that's measured about 40
13	inches?
14	A Yes.
15	Q And that's another way of running power
16	down to a switch and to a power supply there on the
17	pole?
18	A Yes, this is the cable company power
19	supply.
20	Q And when the cable companies come to build
21	the poles, or make their attachments, part of the
22	make-ready includes, if they need a power supply, you

configure the pole to get them their power; is that
right, as well as
A They -
JUDGE SIPPEL: Wait just a second. You
didn't finish your sentence.
MR. SEIVER: I'm sorry. I did mean to
finish it. I meant to stop it.
Did you understand it?
THE WITNESS: I did until you all started
talking about it.
BY MR. SEIVER:
Q Well, I said as part of make-ready, if
they're applying to a pole, and they say, and we need
they're applying to a pole, and they say, and we need a power supply, you charge them to build a power
a power supply, you charge them to build a power
a power supply, you charge them to build a power supply as part of it? I mean that is something you
a power supply, you charge them to build a power supply as part of it? I mean that is something you have to build; the cable company can't tap into your
a power supply, you charge them to build a power supply as part of it? I mean that is something you have to build; the cable company can't tap into your tripods can they?
a power supply, you charge them to build a power supply as part of it? I mean that is something you have to build; the cable company can't tap into your tripods can they? A I'm going to wait until you stop asking
a power supply, you charge them to build a power supply as part of it? I mean that is something you have to build; the cable company can't tap into your tripods can they? A I'm going to wait until you stop asking the question now. But the power supply is installed

1	Q So they actually go above into the power
2	space, above that 40-inch minimum, with the conduit.
3	A Yes, that is sort of like the mask on a
4	house, except it's located on the pole, and we make
5	that electrical connection.
6	Q So the cable company does all that work
7	itself. That's not something you would charge for,
8	because they do it themselves?
9	A That's correct.
10	Q And then you hook it in? And they pay for
11	the electric power under some way for the power
12	supply, don't they, under a flat rate, or another
13	rate?
14	A Yes.
15	Q And as far as the separation between the
16	cable and the telephone, that's not impacted as long
17	as the conduit that carries the power supply is
18	covered all the way up?
19	A Yes.
20	Q If it wasn't in the conduit, we'd have a
21	problem?
22	A It's a nonmetallic conduit.
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1	Q And as far as the 40-inch separation
2	between the loop coming out of the conduit, and the
3	top of the cable, that's the same 40 inches we've been
4	talking about. It's the safety zone you try to
5	maintain between the hot wire and the cable; is that
6	right?
7	A Yes.
8	Q And obviously depending on how well or
9	where the conduit ends on the pole, or how tightly the
10	loop is made, you can adjust that dimension to meet 40
11	inches, or if you make a mistake, it's going to be too
12	low. But that's part of make-ready, isn't it, to make
13	sure that those dimensions are right?
14	A To maintain at least 40 inches, yes.
15	Q And if we go back to the beginning of
16	Exhibit 4, which was the CATV permitting procedure,
17	and we were talking about the different forms, they
18	were example one, which is Exhibit B on page 4, of the
19	application and permit for pole attachment, and then
20	Exhibit D was for the after-the-fact service drop
21	attachment.
22	What I want to focus on is how the permits

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1	are actually processed at Gulf. And you mentioned
2	that there have been some changes to documents and
3	agreements for both complainants and Gulf Power put in
4	the same CATV permitting procedure.
5	As far as you know, is this what was in
6	place up until the time you left in 2003?
7	A I don't know exactly when the type form
8	came into existence, but it's for the most part been
9	the same throughout the years of my employment. As we
10	added things like transformer load management numbers
11	and things like that, it was incorporated. But the
12	process has been virtually the same.
13	Q You didn't change it in `96 when mandatory
14	access came about?
15	A No.
16	Q Now if you look at this, it talks about
17	assigning a permit number. But the next thing, Roman
18	two, it says, prepare "JETS job."
19	And is JETS a Gulf Power cost estimating
20	program for make-ready?
21	A It's a distribution estimating system that
22	is utilized in the make-ready process.

1	Q Can you just tell us what JETS stands for?
2	A I believe it's Job Estimating System, but
3	I wouldn't say that that is exactly it.
4	Q Now Mr. Dunn, I know you have had various
5	positions, and I didn't go through your history. Have
6	you ever been out in the field doing make-ready
7	yourself?
8	A Yes.
9	Q But in your later years you were a
10	manager, you were inside, you didn't do the make-ready
11	any more, but obviously other people did.
12	A Yes.
13	Q And in your experience were you ever
14	responsible yourself for following the permitting
15	procedure and processing any permanent applications
16	for cable operators?
17	A Yes.
18	Q And then in later years you were reviewing
19	permits that were being acted on by others under your
20	supervision?
21	A It's according to when you're talking
22	about. Over almost 35 years. But I went through each
1	1

stage that you described. So when the JETS job is done, somebody within Gulf, a Gulf engineer, would decide - I'm reading from Roman three - if the attachment location described on the permit has appropriate clearances and poles are of sufficient strength - not rotten - to support CATV. Now when it says, "will decide if the intended location has appropriate clearances." Does that mean currently has appropriate clearances or after the attachment will have appropriate clearances or both? It means if an attachment can be made, if Α there is room to make an attachment, there will be appropriate clearances. Well, for example, if you go to a pole that the cable operator wants to get on, and there are clearances on the pole for a new attachment, but the guy anchor that, for example, the telephone company put in is closer than four feet to Gulf Power's down guy anchor, would that be subject to make-ready, or

refusal of a permit or something? So that would have

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to be corrected before a permit could be granted? 1 If it does not meet our specs then it 2 Α 3 ought to be corrected. If adding the attachment to the pole does not - well, any National Electric Safety 4 Code violation should be fixed before any further work 5 is done. 6 But if you can make an attachment we might 7 notify Bell, the ILEC, to make an adjustment. 8 would not necessarily hold up your permit unless there 9 was a National Electric Safety Code violation. 10 So in that situation there might not be 11 anchor clearances, but the permit would be granted; it 12 13 will go on the pole; and hopefully at some point the anchor clearances will be taken care of? 14 That's correct. 15 And as far as the engineer making a 16 comment that no work is required, I see that as NWR, 17 he'll fill out the form and the cable operator can go 18 out and do his attachment; is that right? 19 Right, he'll notify the cable operator. 20 A And if make-ready needs to be done, you 21 use the JETS system to make some sort of an estimate, 22

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1	whatever the cost might be, based on that computer
2	model to generate a number which then gets put back
3	into the permit?
4	A Yes.
5	Q And as soon as the cable operator agrees
6	to pay it, or pays it, then Gulf Power will do the
7	make-ready?
8	A Correct.
9	Q Now if there is make-ready that needs to
10	be done because of another attacher, not a Gulf Power
11	attacher but let's say the ILEC, maybe not the anchor,
12	but if for example they've got too much sag in their
13	line, and that will cause a problem with road
14	clearance, will you say, "Well, wait a minute, Bell
15	has got to tighten their sag before you get on the
16	pole?" Or is that another one of those issues where,
17	well, cable operator's attachment is not really going
18	to impact it, but we'll let them go on, but we'll make
19	sure we get Bill to tighten up the sag?
20	A I think the decision point is, does it
21	violate the National Electric Safety Code. And if it
22	does then we've got to get that fixed.

1	Does it create a safety hazard? We've got
2	to get that fixed.
3	If it can be made without those other two
4	things occurring, then we process.
5	Q And some of the things that would be done
6	in a make-ready would include things like tightening
7	sags; is that one that might be something that would
8	be done in a make-ready?
9	A Could be.
10	Q How about tightening the drip loop or
11	making it a little higher on the pole?
12	A Could be.
13	Q How about moving another attacher up or
14	down to make some clearance. Would that be considered
15	a part of make-ready?
16	A We would notify the other attacher.
17	Q And as far as your own space is concerned,
18	would you move a transformer up or a spool rack up?
19	If that makes space, is that one of the make-readys?
20	A If that was the least possible, that could
21	be done, yes.
22	Q And once all that's been exhausted, that's
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1	when you look at putting in a new pole?
2	A That's correct.
3	Q And if a new pole, you look at it, and
4	that's the only way it can be done is with a new pole,
5	then in the permit process that'll get filled out, and
6	the new pole, the cost of the new pole, whatever the
7	cost, it'll be put in, that'll be part of the make-
8	ready work. Is that right?
9	A Historically that's what's been done.
10	JUDGE SIPPEL: Am I to assume from that as
11	part of the make-ready that the pole would be paid for
12	by the cable company?
13	THE WITNESS: The initial change-out of the
14	pole would be paid for by the cable company, because
15	we had a pole in place that was adequate to start with
16	except they wanted to attach. Future change-outs,
17	after storms, vehicles, road widenings - we're in an
18	area that is growing and expanding. There is a lot of
19	that. For future change-outs, the power company bears
20	the cost.
21	BY MR. SEIVER:
22	Q Okay. And when there is a change out, the

1	poles come in five-foot increments; is that right?
2	A That's correct.
3	Q So there's a 40 foot and you have to put
4	a 45 foot in. How much extra space is available that
5	can be used by a developer or attacher, do you know?
6	A It's pole specific.
7	Q Well, okay. Good answer.
8	And a 45-foot pole, for example, would
9	require another six inches below grade; is that right,
10	than the amount for a 40-foot pole?
11	A Yes.
12	Q So you'd have at least 4-1/2 feet
13	somewhere, depending on what the condition of the pole
14	was before, is that right?
15	A That's correct.
16	Q Does that automatically get allocated to
17	Gulf Power's use, or would that be available to any
18	attacher?
19	A I don't know that I can answer that
20	question, because it's pole specific.
21	Q And if we have a pole for example where
22	there is a change out from a 40 to a 45, and it was

1	necessary to gain an additional foot for that
2	particular attachment; that's all you needed was one
3	foot, but the poles come in five-foot increments. So
4	one of the 4-1/2 feet would be used; going up the
5	pole, there would be another 3-1/2 feet. Is that
6	available for attachers if, say, another company came
7	along? Or is that something that would be used by
8	Gulf?
9	A It would be available for another
10	attacher.
11	Q So in the situation where a cable company
12	for example pays for a change out, and if I understand
13	what you say, the initial one put that in, if more
14	space exists, then the next person to attach would be
15	able to attach perhaps without any make-ready at all
16	because space would exist on the pole; is that right?
17	A That is correct, unless these things were
18	processing at the same time, and it's also correct
19	that the present cable attacher may have benefitted
20	from the same situation.
21	Q Now let's say you have a situation where
22	you've just got primaries on a pole, and you've got

1	telephone and cable on a pole, and everybody is
2	coexisting. But you want to do service, and you have
3	to put a transformer on the pole.
4	If you put the transformer on the pole,
5	all of a sudden the clearances get to be a problem.
6	Does Gulf Power pay for the change-out and make-ready,
7	or does the cable operator, telephone company, or some
8	combination of all of them pay for that change out?
9	A It's according to the pole again. And
LO	whether or not you can make this addition, let's say
l1	it's a joint-use pole with Bell South, and are you in
L2	your space or not - there is a lot of variance.
L3	Q But it could be any one of those
L 4	situations where Gulf pays it, cable pays it, cable
L5	and telephone pays it, or all three share cost?
16	A If the cable - let me try to answer it
L7	this way. If the cable and the telephone were in the
18	space that had been agreed upon, and we needed the
19	space, we would pay for it.
20	Q If they're not in the space that was
21	agreed upon, then they pay for it?
22	A Or rearrange or at least cross-method to

1	get everybody back into compliance.
2	Q And then when they were in the space so
3	Gulf Power ends up paying for the larger pole, then it
4	sets the new pole, and that goes into the system just
5	like a pole that's paid off by somebody else. It just
6	sits there, and the expenses of maintaining it are
7	borne in whatever operating accounts or expense
8	accounts you maintain?
9	A That's right.
.0	Q I want to ask you about the ILECs. I want
.1	to switch to that if I could.
.2	I think you testified a little bit about
.3	that earlier, and then in your testimony here. But
.4	you are familiar with the Bell South and the - I guess
.5	there are three major ILECs in Gulf Power's service
.6	territory; is that right?
.7	A That's correct.
.8	Q And that's Bell South, Sprint and GTC?
.9	A That's correct.
20	Q And you've talked about the rates and the
21	agreements for those particular entities; is that
22	right?

1	A Yes.
2	Q Were you the one who negotiated those
3	agreements with those three ILECs when you were at
4	Gulf Power?
5	A I have. And I qualify because as manager
6	of distribution from '76 to '81, I negotiated
7	agreements. And then as manager of product services
8	from '93 to 2003, I negotiated agreements.
9	And I did have assistance from other
10	people when I was negotiating agreements. But I was
11	the head negotiator.
12	Q Now on page 22 of your testimony, that's
13	I guess - maybe it does start on 21 - where you talk
14	about attachments on a 40-foot pole. But actually you
15	talk about a typical joint use pole there, do you see
16	that at the top of page 22? Of your testimony?
17	A At the bottom of page 21 it says a typical
18	joint use pole -
19	Q And then going on to page 22. I was just
20	trying to put it into context.
21	A All right.
22	Q You talk about the space allocations on a
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1	typical joint use pole, and you put that in quotes, or
2	Mr. Campbell did. What is a typical joint use pole?
3	A It's a 40 class 5 wood pole.
4	Q And that - you set anything on a going
5	forward basis for new construction, you set anything
6	shorter than a 40-foot poles up through the time you
7	were there, 2003?
8	A Yes, we set smaller poles. The
9	terminology here is that it is the pole that ILECs and
10	Gulf over the years, many years, have said that that
11	was the standard joint-use pole, and that has meaning
12	in the contract, in regard to who pays for what.
13	Q You were trying to standardize the poles
14	that both Gulf would set and Bell would use, as well
15	as the poles that Bell sets that Gulf would use; is
16	that right?
17	A That is part of it. And the use of the
18	word "typical" here instead of maybe "standard,"
19	because it says "standard" in the contract, in 1999,
20	the average supply of poles installed was 39.9, it was
21	almost dead-on 40 feet.
22	Q And as far as the poles are concerned,

1	they're specified now in the agreements to be at least
2	a 40-foot pole class 3; is that right?
3	A It doesn't prohibit the use of lesser -
4	less high poles, but it triggers who pays for what and
5	spacing requirements.
6	There is a 35 that has a different spacing
7	requirement. There is also a 30 that we historically
8	set that we can't set - we don't set any more because
9	of the number of attachers.
10	MR. CAMPBELL: Your Honor, if I might
11	interject just for clarification. I think he said a
12	class three in the question, and the previous question
13	established it was a class five. I don't think you
14	intended to do that.
15	MR. SEIVER: Oh, I'm sorry.
16	MR. CAMPBELL: And I just wanted to clarify
17	that for the record.
18	JUDGE SIPPEL: Thank you.
19	MR. SEIVER: Your Honor, is it all right if
20	I sit down?
21	JUDGE SIPPEL: If you care to.
22	MR. SEIVER: Thank you.

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1	BY MR. SEIVER:
2	Q Mr. Dunn, in the joint use agreements, and
3	I'm going to ask you to look at those now in the
4	exhibit book that you have, I believe Exhibit 32 is
5	the Bell South agreement, it's Gulf's Exhibit 32.
6	Now I'm going to ask you first of all if
7	you recognize that agreement, that being the agreement
8	that you recall negotiating?
9	A Yes.
10	Q With Bell South? And as far as, if I ask
11	you something and you think you need to look in that,
12	we've talked about this agreement before; do you
13	recall?
14	A Yes.
15	Q You were talking about make-ready. There
16	is an opportunity for either party, when they're
17	getting ready to set a pole, to choose the size of
18	poles that then the other party has a right to say, I
19	need a bigger pole, or do something differently, and
20	there's 10-days notice and then that controls as far
21	as what the size of the pole that's set?
22	A I think it is 10 days' notice.

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And in this particular agreement with Bell South, as opposed to the others, if after a pole is set one of the parties needs a taller pole, the party requesting the taller pole actually doesn't pay full make-ready, they pay something that is the difference between the cost of the new pole and the appreciated cost of the pole that's being replaced; is that right?

That's correct.

So it'd be considerably less than the amount of money that, for example, a cable operator would be asked to pay for a change out?

It would be, because of the incorporation of parity into the entire agreement.

And parity is set up to be - tell me if 0 I've got this right; I want to make sure I understand it - but as long as you maintain - Gulf maintains ownership of a certain number of poles, and Bell owns a certain number of poles, you attach to each other's poles. As long as you're within the numbers that you determine to be parity, on an ongoing basis, no money changes hands; is that right?

> That's correct. Α

1	Q And the parity ratio that has been chosen
2	for Bell South, it's not 50-50, if Bell South's on
3	50,000 of your poles, and you are on 50,000 of their
4	poles, actually you'll end up paying Bell South some
5	money, is that right?
6	A That is correct.
7	Q So as it stands, and if you look at page
8	13 of your Exhibit 32, on page 12 I'll ask you about -
9	just to confirm, those are the - do you have page 12,
10	Mr. Dunn?
11	A Yes.
12	Q Those are the adjustment rates that
13	actually are the rates that are paid when the parity -
14	when the ownership moves out of parity; is that
15	right?
16	A That is correct.
17	Q And for example, for 2002, on page 13,
18	it's showing there in paragraph B that Gulf Power owns
19	85,152; Bell South owns 60,299. So that there is a
20	total of 145,451 poles; is that right?
21	A Correct.
22	Q Now what this means is that Bell South's

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1	actually on all 145,000 of them, as is Gulf Power on
2	all 145,000; is that right?
3	A That's correct.
4	Q But it's not a splitsy where you'd have
5	72,000 owned each; you only are requiring Bell South
6	to own - it appears to be what, 65,453?
7	A That's correct.
8	Q And in reality, in the 2001 survey, if you
9	look up above, they own only 59,853; is that right?
10	Or do you look instead at the 60,299 to determine what
11	the differential is?
12	A Would you ask me again?
13	Q I think I confused it.
14	Because 45 percent would be 65,000, and
15	they owned, at least in 2002 it's showing 60,299, Bell
16	South will pay on the difference between the two what
17	it actually owns, and what it should have owned if it
18	was at 45 percent; is that right?
19	A The 2002 number in line 559 is an
20	extrapolation from the number above, the 59,853. It's
21	an estimate of what they will have for 45 percent,
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1	of 5,154.
2	Q So for being on the Gulf tower poles, and
3	I think we established they're on 145,451 poles, they
4	would pay 5154 times - and then I'd look back at the
5	2002 rate - and I'd multiply that by 66; is that
6	right?
7	A That is the adjustment that they pay.
8	They also pay the cost associated with the 45 - I mean
9	with the actual number of poles that they own.
10	Q The 60,000 that they own?
11	A Yes.
12	Q So but above the 60,000 that they own, if
13	you look at Gulf Power and Bell South being even at
14	60,000, they're actually on another 25,000 of Gulf
15	Power poles; is that right? Because they're on 85,000
16	altogether.
17	A They were on 85,000 Gulf poles in 2001 and
18	2002.
19	Q So all in all, the \$340,000, if you just
20	say, well, the cost of owning the 60,000 for Bell
21	South is the same as the cost of Gulf Power owning
22	60,000, they actually get onto 25,000 poles for the

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